## **OPEN MEETING AGENDA ITEM**





## BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS
GARY PIERCE, Chairman
PAUL NEWMAN
SANDRA D. KENNEDY
BOB STUMP
BRENDA BURNS

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2011 MAR 29 A 10: 54

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Arizona Corporation Commission

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IN THE MATTER OF THE APPLICATION OF TUCSON ELECTRIC POWER COMPANY FOR APPROVAL OF A RESIDENTIAL BILL COMPARISON PILOT PROGRAM DOCKET NO. E-01933A-07-0401

SWEEP COMMENTS ON THE STAFF REPORT AND RECOMMENDED ORDER

## COMMENTS OF THE SOUTHWEST ENERGY EFFICIENCY PROJECT ON THE TEP RESIDENTIAL BILL COMPARISON PILOT PROGRAM

The Southwest Energy Efficiency Project ("SWEEP") appreciates the opportunity to submit comments in response to the Recommended Order filed by Staff on March 15, 2011, regarding

3 Tucson Electric Power Company's ("TEP" or "Company") Application for Approval of its

4 Residential Bill Comparison Pilot Program ("Pilot Program").

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SWEEP recommends Commission approval of the Pilot Program and appreciates Staff's report and recommendations. We believe that the Pilot Program will empower customers to reduce their energy use and save on their monthly energy bills by educating participants about their energy consumption and enabling them to compare their usage with that of other homes. The program will also alert consumers to other energy efficiency program opportunities, which participants can leverage to achieve additional monetary and energy savings. SWEEP also supports third-party evaluation to verify the Pilot Program's savings and success.

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Similar customer behavior and bill comparison programs have been demonstrated to be both effective and cost-effective in informing customers about their energy use and in assisting customers in reducing their energy use and utility bills. Evaluations in other states have found that similar programs achieve energy savings of 1% to 3.5% for customers. SWEEP also notes that the Commission previously approved a similar program (the Residential Conservation Behavior Program) for APS in Decision No. 71950. Therefore, SWEEP recommends Commission approval of the TEP Pilot Program.

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Further, SWEEP suggests that the Recommended Order be clarified to ensure consistency with a prior Commission order, i.e., to allow the Pilot Program to continue until further order of the Commission, by using the same approach that was used for the APS Residential Conservation Behavior Program in Decision No. 71950, which stated:

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"IT IS FURTHER ORDERED that the Conservation Behavior program be continued until further order of the Commission." Decision No. 71950.

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2	Specifically, SWEEP recommends the following language be inserted in the Recommended
3	Order on page 10:
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5	Page 10, line 27, INSERT:
6	"IT IS FURTHER ORDERED that if the pilot program is found to be cost-effective by
7	the measurement and evaluation study, the program may be continued until further order
8	of the Commission."
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10	If the Commission adopts the order above, the Pilot Program could continue to serve customers
11	and achieve energy savings for customers, as long as it was found by the measurement and
12	evaluation study to be cost-effective, during the period of Staff's review of the measurement and
13	evaluation report and the Commission's consideration of any recommendations from Staff. The
14	cost-effective program would continue to serve customers rather than potentially be interrupted
15	for a regulatory review process. SWEEP recommends that this is the appropriate treatment for
16	cost-effective pilot programs, which SWEEP believes should continue to be implemented to
17	benefit customers rather than be interrupted and then restarted at a future date. The proposed
18	language is also consistent with the Commission's prior order approving a similar program for
19	APS.
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21	Thank you for the opportunity to submit these comments.
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24	Respectfully submitted this 28 <sup>th</sup> day of March 2011 by:
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26	I_CCC_1_1
27	Jeff Schlegel & Ellen Zuckerman
28	Southwest Energy Efficiency Project
29	

1	ORIGINAL and thirteen (13) copies filed this 29th day of March 2011, with:
2	
3	Docket Control
4	ARIZONA CORPORATION COMMISSION
5	1200 West Washington Street
6	Phoenix, Arizona 85007
7	
8	COPIES of the foregoing sent via email and/or mail this 29th day of March 2011, to
9	
10	All Parties of Record